MINUTES OF THE STANDING COMMITTEE ON TAX POLICY

Wednesday, December 12, 2007

10:30 A.M.

Room 519 House Office Building

Chairman Bieda called the meeting to order.

MEMBERS PRESENT: Reps. Bieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17) MEMBERS ABSENT/EXCUSED: Reps. Farrah, Palmer. (2/17)

Representative Meltzer moved to adopt the minutes from the December 5 and December 6, 2007 meetings. There being no objection, the minutes were approved.

Representative Sheen moved to excuse absent members. There being no objection, absent members were excused.

Chairman Bieda laid HB 5539, HB 5540, HB 5541 and HB 5542 before the committee.

HB 5539 Bieda Economic development; tax increment financing; reimbursement

of certain tax capture reductions for brownfield redevelopment

authorities; provide for.

HB 5540 Wenke Economic development; tax increment financing; reimbursement

of certain tax capture reductions for local development finance

authorities; provide for.

HB 5541 Dean Economic development; tax increment financing; reimbursement

of certain tax capture reductions for tax increment finance

authorities; provide for.

HB 5542 Robert Jones / Economic development; tax increment financing; reimbursement

of certain tax capture reductions for downtown development

authorities; provide for.

Chairman Bieda, sponsor of HB 5539, testified before the committee.

Summer Minnick, representing the Michigan Municipal League, testified before the committee in support of **HB 5539**, **HB 5540**, **HB 5541** and **HB 5542**.

Jim Ritsema, representing himself, testified before the committee in support of HB 5539, HB 5540, HB 5541 and HB 5542.

Scott Schrager, representing the Michigan Department of Treasury, testified before the committee on **HB 5539**, **HB 5540**, **HB 5541** and **HB 5542**.

Chairman Bieda laid HR 235 before the committee.

HR 235 Bieda A resolution to memorialize the Congress of the United States to

enact the Temporary Tax Relief Act of 2007 to deal with the

Alternative Minimum Tax.

Chairman Bieda, sponsor of the resolution, testified before the compatitee.

Representative Meltzer moved to adopt the (H-1) substitute to HR 235

UNFAVORABLE ROLL CALL:

YEAS: Reps. Meltzer, Sheen, Steil, Pastor, Calley. (5)

NAYS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young,

Wenke. (9/17)

PASS: None. (0/17)

An insufficient number of members voting in the affirmative, the motion did not prevail.

Representative Robert Jones moved to adopt the H-2 substitute to HR 235.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Calley. (9/17)

NAYS: Reps. Meltzer, Sheen, Steil, Pastor, Wenke. (5/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Robert Jone's moved to report HR 235 as an (H-2) substitute, with recommendation.

FAVORABLE RŐLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Calley. (9/17)

NAYS: Reps. Meltzer, Sheen, Steil, Pastor, Wenke. (5/17)

PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Bieda returned to consideration of HB 5539, HB 5540, HB 5541 and HB 5542.

Representative Robert Jones moved to report HB 5539 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young,

Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (14/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Young moved to report HB 5540 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young,

Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (14/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Mayes moved to report HB 5541 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meismer, Melton, Sheltrown, Warren, Young,

Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (14/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Meltzer moved to report NB 5542 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (14/17)

NAYS: None. (0/17) PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Chairman Bieda laid SB 928, SB 929, SB 930, SB 931, SB 932, SB 933, SB 934, SB 935, SB 936, SB 937, SB 938, SB 939, SB 940, SB 941 and SB 942 before the committee.

SB 928 Olshove Taxation; other; reporting of certain tax information; include the

Michigan business tax act.

SB 929 Barcia Cities; fourth class; reference to single business tax; revise.

SB 930 Gilbert Economic development; other; reference to single business tax in

the stadia or convention facilities act; revise.

SB 931	McManus	Economic development; other; reference to single business tax in the Michigan early stage venture investment act; revise.
SB 932	Birkholz	Environmental protection; other; reference to single business tax in natural resources and environmental protection act; revise.
SB 933	Stamas	Economic development; plant rehabilitation; reference to single business tax; revise.
SB 934	Hunter	Taxation; utility users; reference to single business tax; revise.
SB 935	Pappageorge	State financing and management; funds; reference to single business tax; revise.
SB 936	Sanborn	Economic development; brownfield redevelopment authority; references to single business tax, revise.
SB 937	George	Land use; planning; reference to single business tax in the neighborhood assistance and participation act; revise.
SB 938	Jansen	State agencies (existing), boards and commissions; reference to single business tax; revise.
SB 939	Richardville	Financial institutions; mortgage brokers and lenders; reference to single business tax; revise.
SB 940	Brown	Public utilities; public service commission; reference to single business tax; revise.
SB 941	Kahn	Health facilities; hospitals; reference to single business tax in hospital authority act; revise.
SB 942	Cassis	Businesses; business corporations; reference to single business tax; revise.

Representative Sheltrown moved to report SB 928 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Calley. (13/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Pastor moved to report SB 929 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Calley. (13/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Young moved to report SB 930 with recommendation

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Calley. (13/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Calley moved to report SB 931 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young,

Meltzer, Sheen, Steil, Pastor, Calley. (13/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Sheltrown moved to report SB 932 with recommendation.

FAVORABLE ROLL CALL

YEAS: Reps. Bieda, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (14/17)

NAYS: None. (0/17) PASS: None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Sheltrown moved to report SB 933 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown,

Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Wenke moved to report SB 934 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Sheen moved to report SB 935 with recommendation,

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meizner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the notion prevailed.

Representative Condino moved to report **SB 936** with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino moved to report SB 937 with recommendation.

FAVORABLE ROLL/CAL/L:

YEAS: Reps. Rieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Warren moved to report SB 938 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Meisner moved to report SB 939 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown,

Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Meltzer moved to report SB 940 with recommendation

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meisrer, Melton, Sheltrown,

Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative the motion prevailed.

Representative Steil moved to report SB 941 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda, Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown,

Warren, Young, Meltzer, Sheen, Steil Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

Representative Condino poved to report SB 942 with recommendation.

FAVORABLE ROLL CALL:

YEAS: Reps. Bieda Condino, Robert Jones, Mayes, Meisner, Melton, Sheltrown, Warren, Young, Meltzer, Sheen, Steil, Pastor, Wenke, Calley. (15/17)

NAYS: None. (0/17) **PASS:** None. (0/17)

A sufficient number of members voting in the affirmative, the motion prevailed.

There being no further business before the committee, **Chairman Bieda** declared the meeting adjourned, the time being **11:33 a.m.**

Representative Steven Bieda, Chair

Eric Esch, Committee Clerk (517) 373-0070

